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Honorable John Breaux United States Senate 516 Hart Senate Office Building

Dear Senator Breaux:

Washington, DC 20510

FEDERAL COMMUNICATIONS COMMISSION
OFFICE OF THE SECRETARY

FEB - 5 1993

RECEIVED

Thank you for your letter on behalf of Linda Wheeler of Lake Charles, Louisiana. Your constituent objects to rate increases by her local cable television operator.

The Commission has a clear understanding that Congress adopted the Cable Act of 1992 to constrain unreasonable cable rates. The Commission is in the process of formulating rules implementing the rate provisions of the law and is seeking public comment on those provisions that address rate rollbacks, refunds, and evasions of statutory requirements. The Commission will attempt to implement these provisions faithfully, and will consider the conduct of the cable industry during the interim period in deciding what kind of regulation is needed.

Your constituent's letter will be placed in the record of this proceeding so that the Commission can be mindful of her concerns during its deliberations. I trust that the foregoing and the enclosures are informative.

Sincerely,

Rey J. Stewart

Chief, Mass Media Bureau

Enclosures

No. of Copies rec'd D
List A B C D E

## Congressional

## CONGRESSIONAL CORRESPONDENCE TRACKING SYSTEM 01/22/93

## LETTER REPORT

CONTROL NO.	DATE RECEIVED	DATE OF CORRESP	DATE DUE DATE	DUE OLA(857)
	01/22/93	01/12/93	02/04/93	
TITLE	MEMBERS	NAME	REPLY FOR SIG (	)F 
Senator	John Bream	ux	BC	
CONSTITUENT'S NAME SUBJECT				
Linda Wheel	er inq.	re: rate regulat	cion & 92 Cable A	Act
REF TO	REF TO	REF TO	REF TO	
ммв	Ex	C-1I		
DATE	DATE	DATE	DA	re 
01/22/93	1-25-9	3 1-0	25	<del></del>

REMARKS: Respond to the attention of Celeste Coco.

John Breaux Louisiana

Committees:

Commerce, Science, and Transportation

Finance

Special Committee on Aging

## United States Senate

**WASHINGTON, DC 20510-1803** 

January 12, 1993

MMP cates

WASHINGTON OFFICE: (202) 224-4623

CENTRAL LOUISIANA OFFICE: 534 MURRAY STREET ALEXANDRIA, LA 71301 (318) 473-7370

SOUTH LOUISIANA OFFICE: THE FEDERAL BUILDING 705 JEFFERSON STREET, ROOM 103 LAFAYETTE, LA 70501 (318) 264-6871

NORTH LOUISIANA OFFICE: WASHINGTON SQUARE ANNEX BUILDING 211 NORTH 3RD STREET, ROOM 102A MONROE, LA 71201 (318) 325-3320

New Orleans Area Office: Hale Boggs Federal Building 501 Magazine Street, Suite 1005 New Orleans, LA 70130 (504) 589–2531

Ms. Linda T. Solheim Federal Communications Commission 1919 M Street, NW, 808 Washington, D.C. 20554

Dear Ms. Solheim:

Enclosed to you is a copy of information sent to me by Ms. Linda Wheeler.

Please investigate the information and provide me with a report. Your comments should be forwarded to my Washington, D.C. office to the attention of Celeste Coco.

Thank you for your attention and assistance.

Sincerely,

JOHN BREAUX

United States Senator

JB/ccc Enclosure December 21, 1992

Honorable John Breaux, Senator 197 Dirksen Senate Office Building Washington, D.C. 20510 1992 DEC 28 PM 2: 55

RE:

Cable Rates

Dear Senator Breaux.

I have just received notification from Video Design (our local cable company) that their monthly rates will increase from \$23.95 to \$25.50, effective January 1. Since they had compaigned vigorously against the recent cable legislation and warned the legislation would cause rates to increase, I was not terribly surprised about their move. But I sincerely hope that something can be done soon to force this company, and others who are milking their customers' pocketbooks, to provide services at reasonable rates.

When I first subscribed to basic cable in 1980, the monthly rate was \$8.25. That rate included CNN, CNN Headline News, TBS, HSE, ESPN, USA and others. After the deregulation of cable, the cable company pulled a fast one--they split off ESPN, HSE, CNN, CNN Headline News, USA and a number of other channels that had been previously included in the basic rate, put them into a "Basic Plus" package, for about \$5.00 additional charge per month, and lowered the rate of the plain vanilla "Basic" (local area channels plus TBS and C-Span). Of course, in order to get the "Basic Plus" package, one must first subscribe to the "Basic" package. I have subscribed to the Basic Plus package since it was initiated, but because the content of the Basic and Basic Plus is essentially the same as the original Basic package, the combined rates for both must be used to demonstrate the rate increases over the last 12 years.

Following is a list of the rate increases from 1980 to date:

10/80 -	\$ 8.25	03/88 -	\$13.95
10/81 -	\$10.25	02/89 -	\$16.95
07/84 -	\$10.95	10/89 -	\$19.95
07/85 -	\$11.45	01/91 -	\$21.95
01/86 -	\$11.95	01/92 -	\$23.75
		01/93 -	\$25.50

This represents over a 300% increase in cable rates since 1980. During the first seven years represented above, cable rates increased by 45%; during the last 5 years, they have increased by 113%. I can think of no other service or product that has increased at this rate in the same time period. The service is no better than it ever was--there are frequent outages that last several hours at a time, the reception is seldom as good as we can receive local channels with an antenna, some channels are consistently poor, you can hardly call the cable office without getting a busy signal, and when you complain to them about their service, they are rude.

Please do anything you can to help cable consumers like me from continuing to be ripped off.

Sincerely,

Linda Wheeler Rt. 7, Box 928

Lake Charles, LA 70611

Ainda rehuler